NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) - Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

PAID UP OIL AND GAS LEASE (No Surface Use)

THIS LEASE AGREEMENT is made this 28 day of \mathcal{M}	TO day	, 2009, by and between
	revino	
whose addresss is 3516 Cutter Street Fort used and, DALE PROPERTY SERVICES, LL.C., 2100 Ross Avenue, Suite 1970 Dallas Thereinabove named as Lessee, but all other provisions (including the completion of blant 1. In consideration of a cash bonus in hand paid and the covenants herein codescribed land, hereinafter called leased premises:	exas 75201, as Lessee. All printe spaces) were prepared jointly by L	Lessor and Lessee.
. 230 ACRES OF LAND, MORE OR LESS, BEING LOT(S)	8	, BLOCK 2
OUT OF THE Trudale	ADDI	TION, AN ADDITION TO THE CITY OF O THAT CERTAIN PLAT RECORDED
		F TARRANT COUNTY, TEXAS.
in the County of Tarrant, State of TEXAS, containing 330 gross acres reversion, prescription or otherwise), for the purpose of exploring for, developing, prosubstances produced in association therewith (including geophysical/seismic operatic commercial gases, as well as hydrocarbon gases. In addition to the above-described land now or hereafter owned by Lessor which are contiguous or adjacent to the above-Lessor agrees to execute at Lessee's request any additional or supplemental instrument of determining the amount of any shut-in royalties hereunder, the number of gross acres	lucing and marketing oil and gas, ons). The term "gas" as used he eased premises, this lease also co described leased premises, and, in s for a more complete or accurate d	erein includes helium, carbon dioxide and other overs accretions and any small strips or parcels of n consideration of the aforementioned cash bonus, lescription of the land so covered. For the purpose
 This lease, which is a "paid-up" lease requiring no rentals, shall be in force for as long thereafter as oil or gas or other substances covered hereby are produced in pay otherwise maintained in effect pursuant to the provisions hereof. Pounties on oil and part of the provisions hereof. 	ng quantities from the leased prem	
3. Royalties on oil, gas and other substances produced and saved hereunder sh separated at Lessee's separator facilities, the royalty shall be	, provided that Lessee shall have to then prevailing in the same field, casing head gas) and all other se e from the sale thereof, less a prop- ing or otherwise marketing such ga- price paid for production of similar of	production, to be delivered at Lessee's option to the continuing right to purchase such production at then in the nearest field in which there is such a substances covered hereby, the royalty shall be oortionate part of ad valorem taxes and production, as or other substances, provided that Lessee shall pualify in the same field (or if there is no such price
nearest preceding date as the date on which Lessee commences its purchases hereund the leased premises or lands pooled therewith are capable of either producing oil or gas hydraulic fracture stimulation, but such well or wells are either shut-in or production there be producing in paying quantities for the purpose of maintaining this lease. If for a perio being sold by Lessee, then Lessee shall pay shut-in royalty of one dollar per acre then depository designated below, on or before the end of said 90-day period and thereafter are shut-in or production there from is not being sold by Lessee; provided that if this Lessee from another well or wells on the leased premises or lands pooled therewith, no of such operations or production. Lessee's failure to properly pay shut-in royalty shall rer 4. All shut-in royalty payments under this lease shall be paid or tendered to Lesso be Lessor's depository agent for receiving payments regardless of changes in the owner draft and such payments or tenders to Lessor or to the depository by deposit in the US address known to Lessee shall constitute proper payment. If the depository should liqui payment hereunder, Lessor shall, at Lessee's request, deliver to Lessee a proper record. 5. Except as provided for in Paragraph 3, above, if Lessee drills a well which is in premises or lands pooled therewith, or if all production (whether or not in paying quapursuant to the provisions of Paragraph 6 or the action of any governmental authorinevertheless remain in force if Lessee commences operations for reworking an existing on the leased premises or lands pooled therewith within 90 days after completion of ope the end of the primary term, or at any time thereafter, this lease is not otherwise being operations reasonably calculated to obtain or restore production therefrom the leases shot ocessation of more than 90 consecutive days, and if any such operations result in the there is production in paying quantities from the leased premises or lands pooled therewith to (a) develop the lea	ar; aid (c) if at the end of the primal or other substances covered hereby from is not being sold by Lessee, is of 90 consecutive days such well overed by this lease, such paymer on or before each anniversary of the ease is otherwise being maintaine shut-in royalty shall be due until the der lessee liable for the amount dur or to Lesson's credit in at lesson while of said land. All payments or the Mails in a stamped envelope addrestate or be succeeded by another instrument naming another instrument naming another instrument producing in paying qualitiles) permanently ceases from a titles) permanently ceases from a producion on such dry hole or within 9 maintained in force but Lessee is well or for drilling an additional well rations on such dry hole or within 9 maintained in force but Lessee is production of oil or gas or other with. After completion of a well car as a reasonably prudent operator with not pooled therewith. There she	ry term or any time thereafter one or more wells on by in paying quantities or such wells are waiting on such well or wells shall nevertheless be deemed to or wells are shut-in or production there from is not at to be made to Lessor or to Lessor's credit in the e end of said 90-day period while the well or wells do by operations, or if production is being sold by end of the 90-day period next following cessation ue, but shall not operate to terminate this lease. It's address above or its successors, which shall enders may be made in currency, or by check or by essed to the depository or to the Lessor at the last astitution, or for any reason fail or refuse to accept titution as depository agent to receive payments. Intities (hereinafter called "dry hole") on the leased any cause, including a revision of unit boundaries not otherwise being maintained in force it shall all or for otherwise obtaining or restoring production to days after such cessation of all production. If at is then engaged in drilling, reworking or any other neor more of such operations are prosecuted with substances covered hereby, as long thereafter as pable of producing in paying quantities hereunder, would drill under the same or similar circumstances es or lands pooled therewith, or (b) to protect the sall be no covenant to drill exploratory wells or any
6. Lessee shall have the right but not the obligation to pool all or any part of the depths or zones, and as to any or all substances covered by this lease, either before proper to do so in order to prudently develop or operate the leased premises, whether or unit formed by such pooling for an oil well which is not a horizontal completion shall not horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance of completion to conform to any well spacing or density pattern that may be prescribed or post the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet or more per barrel, based on 24-hour production test conducted under normal equipment; and the term "horizontal completion" means an oil well in which the horizor component thereof. In exercising its pooling rights hereunder, Lessee shall file of recomponent thereof. In exercising its pooling rights hereunder, Lessee shall file of recomponent thereof. In exercising operations anywhere on a unit which includes all or reworking operations on the leased premises, except that the production on which Lesse net acreage covered by this lease and included in the unit bears to the total gross acr Lessee. Pooling in one or more instances shall not exhaust Lessee's pooling rights her unit formed hereunder by expansion or contraction or both, either before or after comprescribed or permitted by the governmental authority having jurisdiction, or to conform making such a revision, Lessee shall file of record a written declaration describing the meased premises is included in or excluded from the unit by virtue of such revision, the pead premises is included in or excluded from the unit by virtue of such revision, the pead premises is included in or excluded from the unit by virtue of such revision, the pead premises is included in or excluded from the unit by virtue of such revision, the pead premises is included hereof the un	or after the commencement of pro- not similar pooling authority exists eved 80 acres plus a maximum 0%; provided that a larger unit may ermitted by any governmental auth by applicable law or the appropriate eet per barrel and "gas well" means producing conditions using standa ontal component of the gross contal component of the gross completed a written declaration describing may part of the leased premises shorts royalty is calculated shall be th eage in the unit, but only to the ex- eunder, and Lessee shall have the energement of production, in order to any productive acreage determined unit and stating the effective expectation of unit production on whice upon permanent cessation thereof emises, the royalties and shut-in ro-	iduction, whenever Lessee deems it necessary or with respect to such other lands or interests. The acreage tolerance of 10%, and for a gas well or a y be formed for an oil well or gas well or horizontal tority having jurisdiction to do so. For the purpose te governmental authority, or, if no definition is so is a well with an initial gas-oil ratio of 100,000 cubic rd lease separator facilities or equivalent testing myletion interval in facilities or equivalent testing etion interval in facilities or equivalent testing interest in the reservoir exceeds the vertical the unit and stating the effective date of pooling, that be treated as if it were production, drilling or at proportion of the total unit production which the stent such proportion of unit production is sold by recurring right but not the obligation to revise any to conform to the well spacing or density pattern ination made by such governmental authority. In the date of revision. To the extent any portion of the chiroyalties are payable hereunder shall thereafter for Lessee may terminate the unit by filing of record on the payable hereunder for any well on any part

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shell be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferred to satisfy such obligations with respect to the transferred interest shall not affect the rights or Lessee with raspect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease, the obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest in less than all of the are

If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of lingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, tanks, water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased other from Lessor's across and the relative treatment of the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands during the term of this lease or within a reas

expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to

MARIA MUNOZ PADILLA

Notary Public, State of Texas My Commission Expires October 05, 2011

and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in ro

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original. DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future markot conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE) Maxiatreviao Mevind ACKNOWLEDGMENT Texas STATE OF Tarrant COUNTY OF This instrument was acknowledged before me on the March day of MARIA MUNOZ PADILLA Notary Public, State of Texas My Commission Expires Notary Public, State of October 05, 2011 's name (printed): Notary's commission expires: STATE OF COUNTY OF Tairent March instrument was acknowledged before me on the _day of _ revuro Mia My Fachella
Public, State of The grane (printed)

Notary Public, State of _

Notary's name (printed):



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

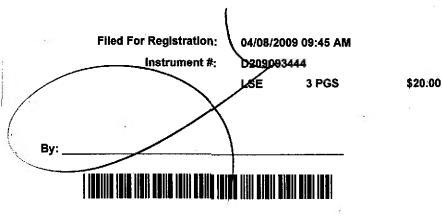
DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



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ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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